

Webb County, Texas
Statement of Net Assets
Proprietary Funds
September 30, 2005

	<u>Enterprise Fund</u>	<u>Internal Service</u>
	<u>Water Utility</u>	<u>Funds</u>
ASSETS		
Current assets:		
Cash and investments	\$ 2,088,449	\$ 4,659,840
Accounts Receivable, net	241,616	-
Deferred charges	367,760	-
Due from other funds	2,580,162	2,397,465
Other receivables	1,281	29,276
Inventories	14,363	-
Total current assets	<u>5,293,631</u>	<u>7,086,581</u>
Non-current assets:		
Capital Assets:		
Land and improvements	216,295	-
Infrastructure	5,109,922	-
Utility System	747,627	-
Buildings	496,623	-
Equipment and Furniture	378,885	84,068
Less Accumulated depreciation	(505,513)	(73,363)
Total non-current assets	<u>6,443,839</u>	<u>10,705</u>
Total assets	<u><u>11,737,470</u></u>	<u><u>7,097,286</u></u>

The accompanying notes are an integral part of these financial statements.

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	<u>Enterprise Fund</u>	<u>Internal Service</u>
	<u>Water Utility</u>	<u>Funds</u>
LIABILITIES		
Current Liabilities:		
Accounts payable	64,741	999,728
Salaries payable	20,910	-
Accrued interest payable	50,879	-
Due to other funds	4,733,493	4,529,957
Other accrued expenses	213,875	36,720
Compensated absences	14,473	22,812
Bonds, notes and loans payable	157,256	-
Total current liabilities	<u>5,255,627</u>	<u>5,589,217</u>
Non-current liabilities:		
Compensated absences	26,224	-
Claims and judgments	-	1,297,364
Bonds, notes and loans payable	5,999,863	-
Total non-current liabilities	<u>6,026,087</u>	<u>1,297,364</u>
Total liabilities	<u>11,281,714</u>	<u>6,886,581</u>
NET ASSETS		
Invested in capital assets, net of related debt	176,889	10,705
Restricted for debt service	351,933	-
Unrestricted	(73,066)	200,000
Total net assets	<u>\$ 455,756</u>	<u>\$ 210,705</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.	36,652	
Net assets of business-type activities	<u>\$ 492,408</u>	

Webb County, Texas
Statement of Revenues, Expenses and Changes in Fund Net Assets
Proprietary Funds
For the Year Ended September 30, 2005

	<u>Enterprise Fund</u>	<u>Internal Service</u>
	<u>Water Utility</u>	<u>Funds</u>
REVENUES		
Charges for services	\$ 1,328,826	\$ 8,224,661
Miscellaneous	34,709	-
Total operating revenues	<u>1,363,535</u>	<u>8,224,661</u>
OPERATING EXPENSES		
Personal services	559,209	-
Contractual services	1,752	43,295
Utilities	193,819	-
Repairs and maintenance	65,885	-
Other supplies and expenses	165,167	9,118
Insurance claims and expenses	-	7,929,381
Depreciation	74,825	8,069
Total Operating Expenses	<u>1,060,657</u>	<u>7,989,863</u>
Operating income (loss)	<u>302,878</u>	<u>234,798</u>
NON-OPERATING REVENUES (EXPENSES)		
Interest and investment revenue	59,509	89,345
Interest expense	(339,948)	-
Total non-operating revenue (expenses)	<u>(280,439)</u>	<u>89,345</u>
Income (loss) before contributions and transfers	22,439	324,143
Transfers in	80,000	2,351,114
Transfers out	-	(3,068,725)
Change in net assets	102,439	(393,468)
Total net assets - beginning, restated	353,317	604,173
Total net assets - ending	<u>\$ 455,756</u>	<u>\$ 210,705</u>
Change in net assets, per above		
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.	7,214	
Change in net assets of business-type activities (page 48)	<u>\$ 109,653</u>	

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Webb County, Texas
Statement of Cash Flows
Proprietary Funds
For Year Ended September 30, 2005

	Business Type Activities Enterprise Fund Water Utility	Governmental Activities Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers and users	\$ 1,316,410	\$ 8,224,661
Premiums from participants		
Payments to employees	(557,468)	
Payments to vendors, suppliers, and insurance administrators	(511,382)	(6,009,716)
Internal Transactions	1,290,439	
Net cash provided by operating activities	<u>1,537,999</u>	<u>2,214,945</u>
CASH FLOWS FROM NON CAPITAL FINANCING ACTIVITIES		
Transfer In	247,807	2,351,114
Transfer Out	(167,807)	(3,068,725)
Net cash provided by non capital financing activities	<u>80,000</u>	<u>(717,611)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Infrastructure	(1,820,793)	
Short Term Notes Payable	48,902	
Interest Paid on Debt	(339,948)	
Long Term Notes Payable	436,517	
Issuance Cost for Bonds	(115,859)	
Net cash provided by capital financing activities	<u>(1,791,181)</u>	
CASH FLOWS FROM INVESTING ACTIVITIES		
Investment earnings	59,509	89,345
Net cash provided by investing activities	<u>59,509</u>	<u>89,345</u>
Net Increase/(Decrease) in Cash and Cash Equivalents	<u>(113,673)</u>	<u>1,586,679</u>
Cash and pooled investments, beginning of year	2,202,123	3,073,161
Cash and pooled investments, end of year	\$ <u>2,088,450</u>	\$ <u>4,659,840</u>
Reconciliation of operating income to net cash provided (used) by operations:		
Operating income	\$ 302,878	\$ 234,796
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation expense	42,715	8,069
Amortization	32,110	
(Increase) Decrease in Due from Other Funds	(1,201,471)	(2,389,317)
(Increase) Decrease in Accounts Receivable	(45,954)	(25,548)
(Increase) Decrease in Other Receivable	(1,171)	
(Increase) Decrease in Inventories	4,267	
Increase (Decrease) in Accounts Payable	(154,478)	53,030
Increase (Decrease) in Other Payables	69,254	(21,240)
Increase (Decrease) in Accrued Liabilities		394,178
Increase (Decrease) in Accrued Wages Payable	3,075	
Increase (Decrease) in Accrued Interest Payable	(3,802)	
Increase (Decrease) in Due to Other Funds	2,491,910	2,081,196
Increase (Decrease) in Funds Held In Trust		2,240,083
Increase (Decrease) in Long Term Risk Liability		(360,302)
Increase (Decrease) in Short Term Accrued Compensated Absences	1,326	
Increase (Decrease) in Long Term Accrued Compensated Absences	(2,660)	
Total adjustments	<u>1,235,121</u>	<u>1,980,149</u>
Net cash provided by operating activities	\$ <u>1,537,999</u>	\$ <u>2,214,945</u>

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